

# Airbnb Super Host

# Justin Malunay

## Airbnb

**What is Airbnb?**

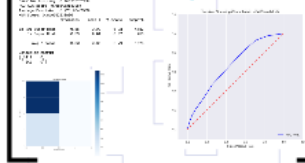
- Community marketplace for people to rent their homes, rooms, etc. to others
- Address: San Francisco, CA
- Founded in 2008 | Revenue: \$5,000,000+ (2015) | Employees: 40,000+
- Capital: 1,400+ | Customers: 100+
- Total revenue in 2015: ~1.5 billion

**Problem Statement:**

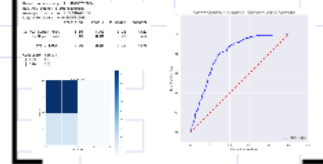
Super Hosts: Why makes a host a "Super Host"? We will analyze the features (price, review scores, room type, etc.) that correlate to super hosts and predict how many future hosts there will be using classification (Logistic, SVM, Decision Tree). What is the significance of a super host?



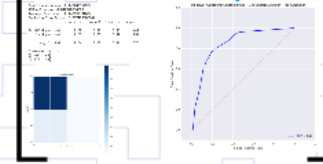
## K Nearest Neighbors



## Logistic Regression (L1 penalty)



## Decision Tree Classifier

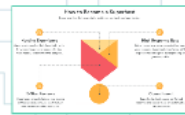


## Example:

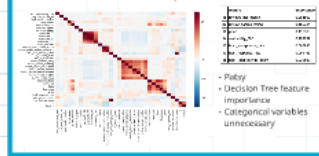


## What is a "Super Host"?

- Hosted at least 10 trips
- Maintained a 90% response rate or higher
- Received a 5-star review at least 80% of the time you've been reviewed, as long as at least half of the guests who stayed with you left a review
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## Feature Importance



## Wait, why are super hosts important?!

- How Airbnb makes money:**
- Host service fees
  - 3% charge of reservation completion
  - NO profit from hosts
  - Costs go towards processing payments (Paypal, Visa, etc.)
  - Guest service fees
  - 6% to 12% depending on size of reservation
  - Super Hosts = minimum 10 bookings = \$\$\$
- Example:**
- Listing = \$100.00
  - Host = \$97.00
  - Guest = \$196.00 - \$112.00

## Conclusion / Analysis

- Airbnb's hosts are liquid assets for the business
- No hosts = No guests = No mola baby!
- Super hosts!
- Decision Tree Classifier most successful
- Predicting future super hosts
- Wish had bookings or sales data
- Trends and time series analysis
- Projected to hit 900 million



## Data Info:

- Airbnb Open Data
- San Francisco, CA
- 1 Year (11/01/2015 - 10/30/16)
- Listings ONLY (NOT Bookings)
- Security/Privacy purposes

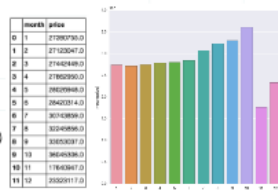
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**Super Hosts:**  
723 (~16.0%)

**NonHosts:**  
3924 (~84%)

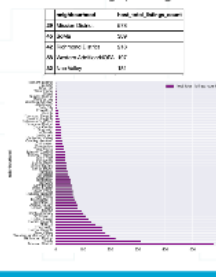
Avg RS: ~97%  
Avg HR: ~98%

## Total price listings per month



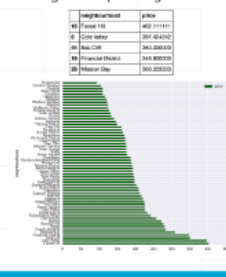
## Exploratory Data Analysis

Total host listings per neighborhood



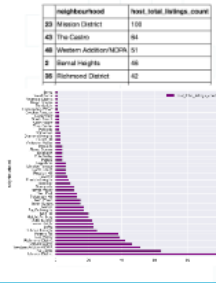
## Normal Hosts

Average Price per neighborhood



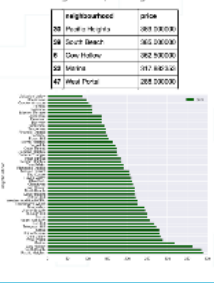
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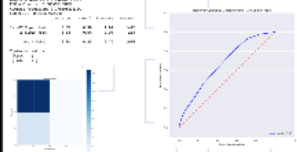
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- Community marketplace for people to rent their homes, rooms, etc. to others
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- Global 1,400+ | Countries: 191+
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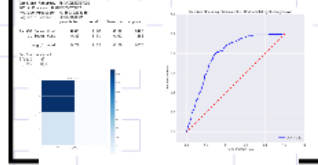
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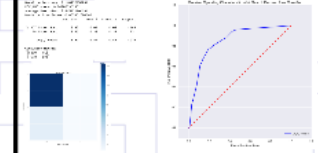
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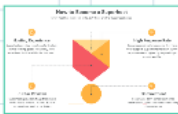


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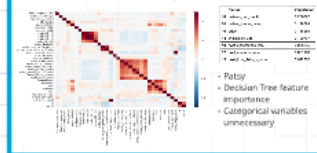


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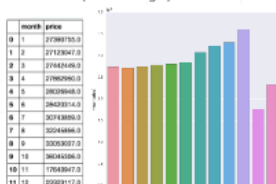
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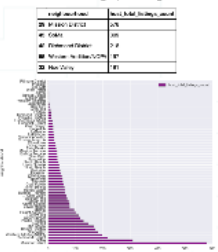
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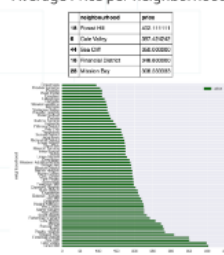
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### Total host listings per neighborhood



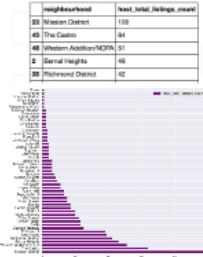
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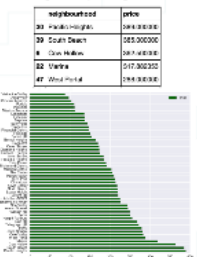
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### Total host listings per neighborhood



## Super Hosts

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# Airbnb

## What is Airbnb?

- Community marketplace for people to rent their homes, rooms, etc. to others and vice versa
- Founded in 2008 | Guests: 60,000,000 + | Cities: 40,000 +
- Castles 1,400 + | Countries: 191 +
- Total revenue in 2009 ~ 1 million

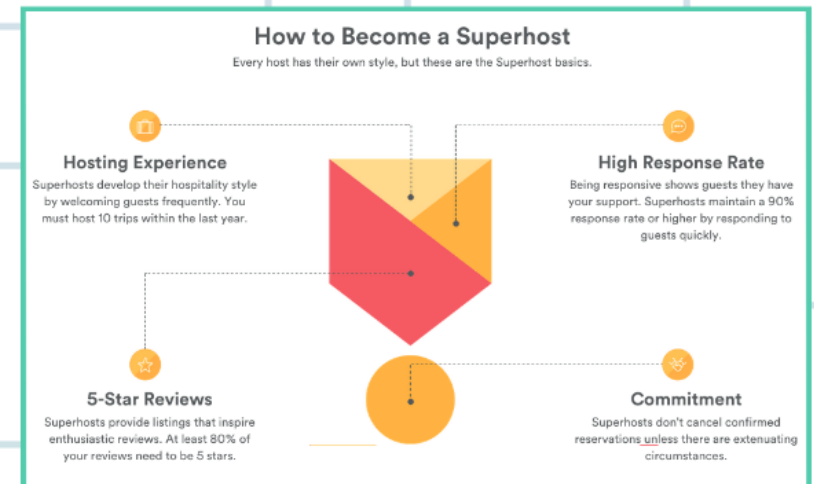
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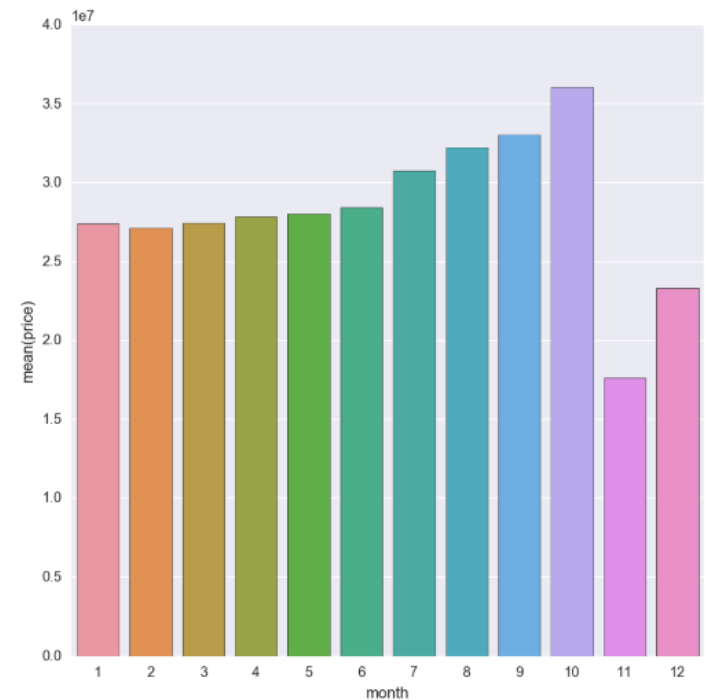
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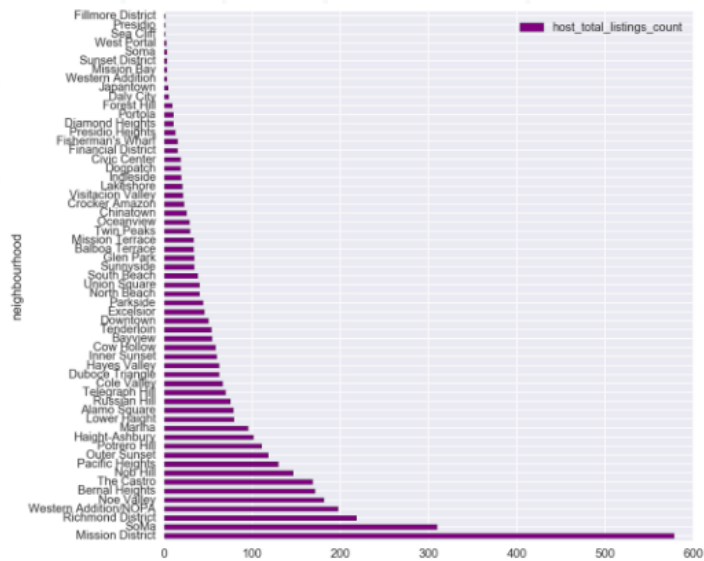
	month	price
0	1	27390755.0
1	2	27123047.0
2	3	27442449.0
3	4	27862950.0
4	5	28026948.0
5	6	28420314.0
6	7	30743859.0
7	8	32245856.0
8	9	33053037.0
9	10	36045306.0
10	11	17640947.0
11	12	23323117.0



# Exploratory Data Analysis

Total host listings per neighborhood

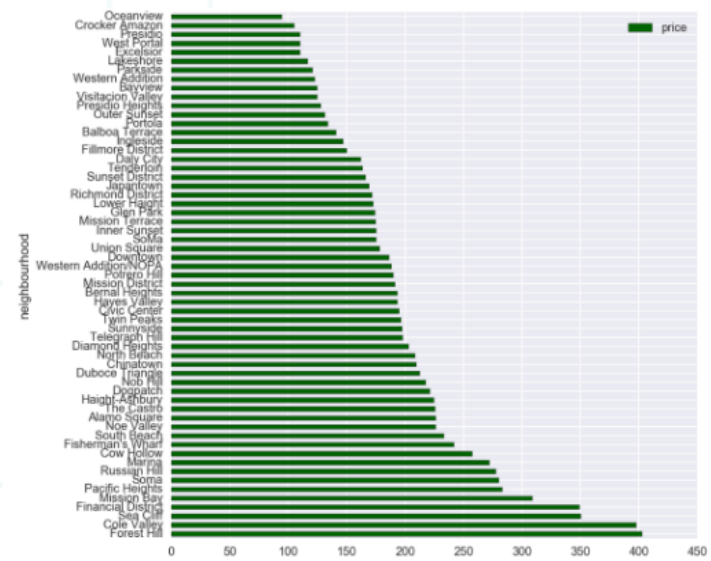
	neighbourhood	host_total_listings_count
29	Mission District	578
45	SoMa	309
42	Richmond District	218
58	Western Addition/NOPA	197
32	Noe Valley	181



# Normal Hosts

Average Price per neighborhood

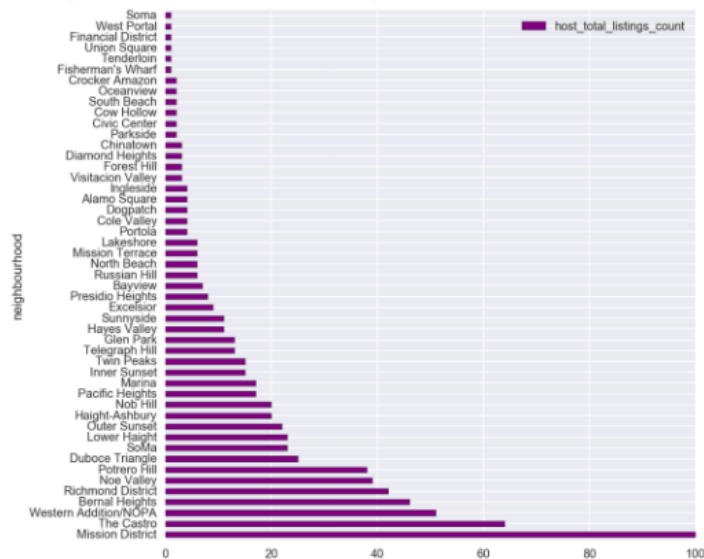
	neighbourhood	price
18	Forest Hill	402.111111
6	Cole Valley	397.424242
44	Sea Cliff	350.000000
16	Financial District	348.800000
28	Mission Bay	308.333333



# Exploratory Data Analysis

Total host listings per neighborhood

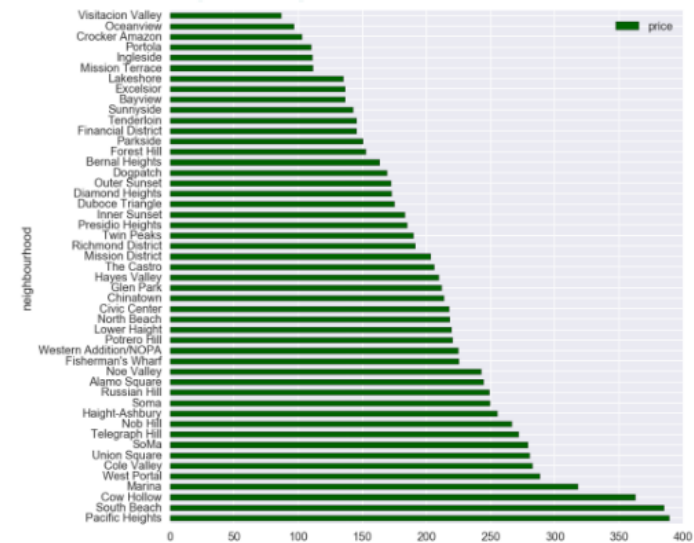
	neighbourhood	host_total_listings_count
23	Mission District	100
43	The Castro	64
48	Western Addition/NOPA	51
2	Bernal Heights	46
35	Richmond District	42



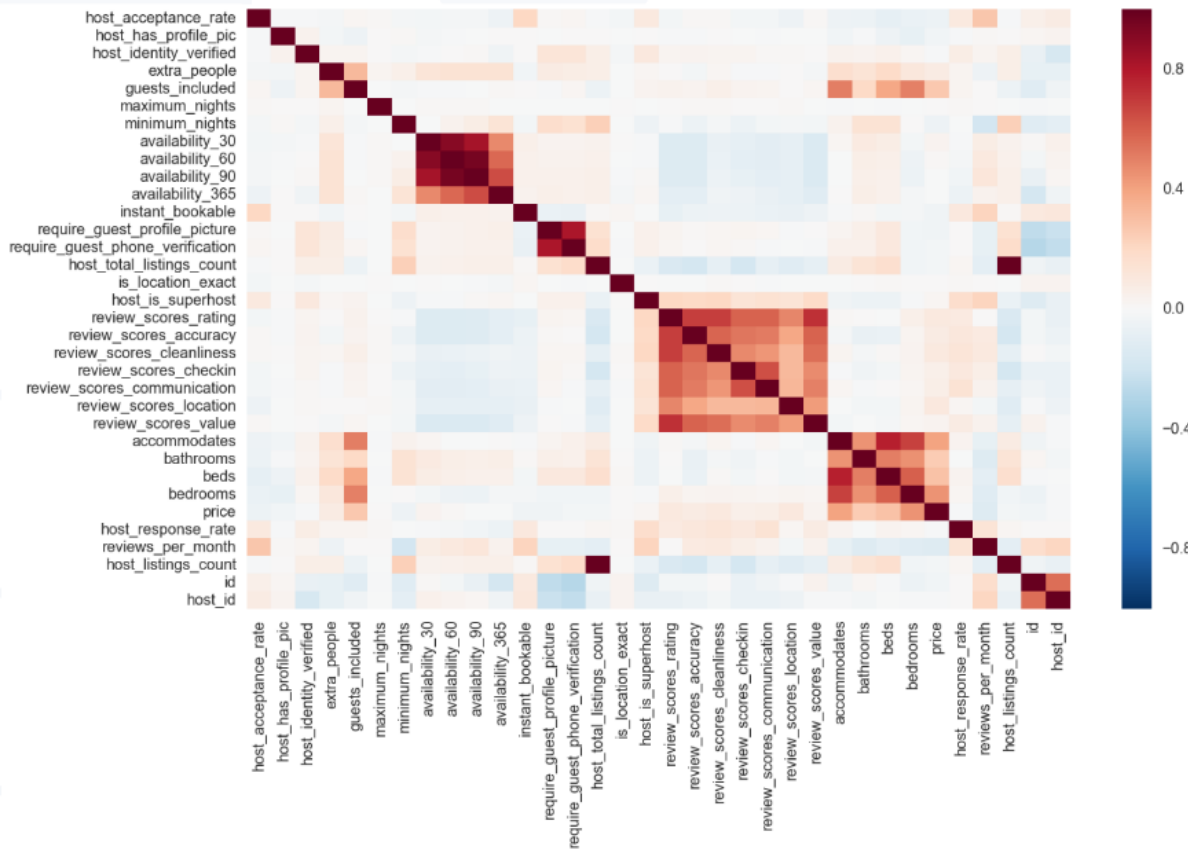
# Super Hosts

Average Price per neighborhood

	neighbourhood	price
30	Pacific Heights	389.000000
39	South Beach	385.000000
6	Cow Hollow	362.500000
22	Marina	317.882353
47	West Portal	288.000000



# Feature Importance



	feature	importance
18	reviews_per_month	0.266897
20	review_scores_rating	0.189784
16	price	0.118969
14	availability_365	0.109797
13	host_acceptance_rate	0.065895
17	host_response_rate	0.061163
15	host_total_listings_count	0.022862

- Patsy
- Decision Tree feature importance
- Categorical variables unnecessary



# *K Nearest Neighbors*

Baseline Accuracy: 0.148235757934

ROC\_AUC score: 0.686463133157

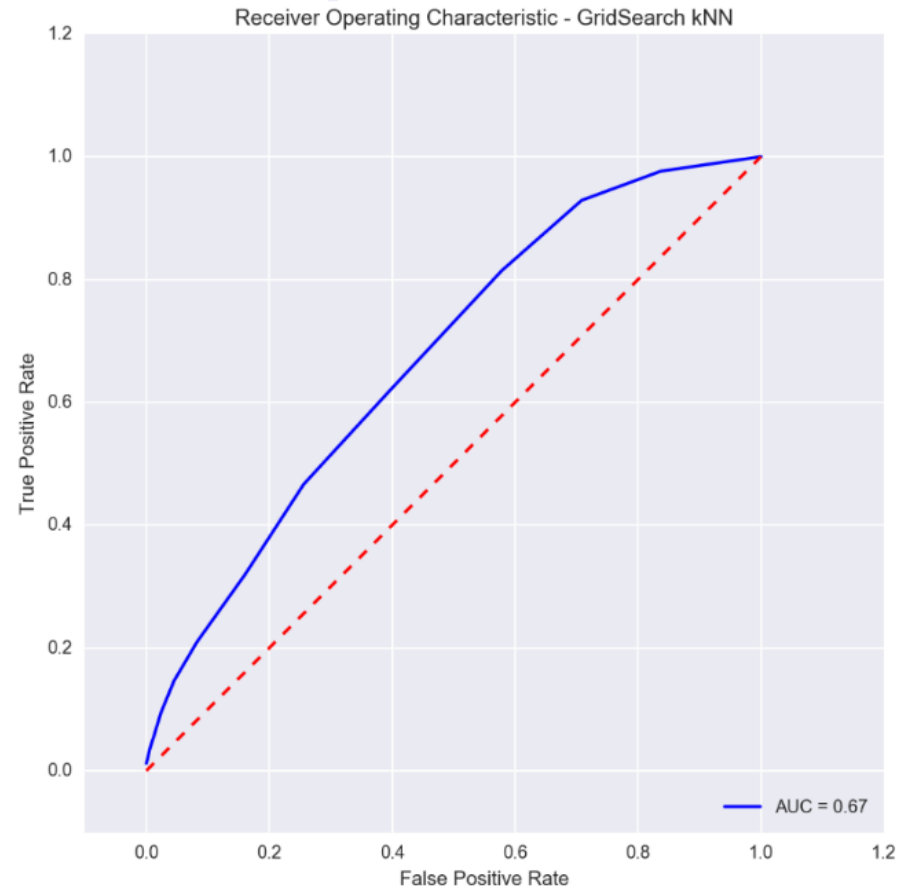
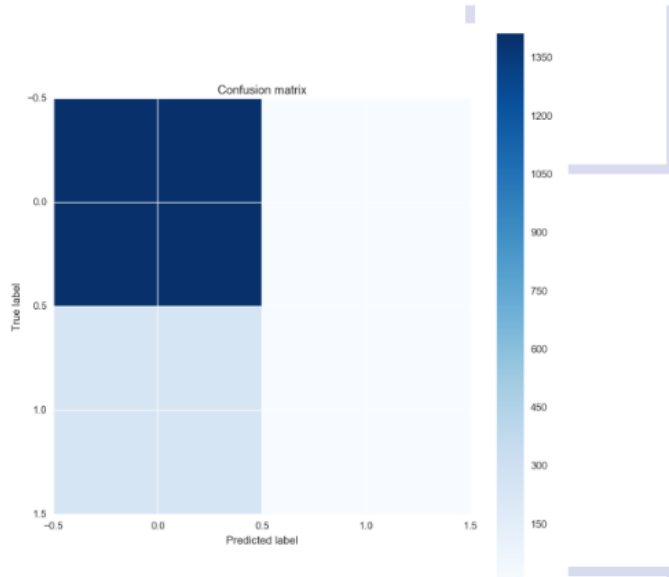
Average Precision: 0.276108432224

KNN Score: 0.849552238806

	precision	recall	f1-score	support
Is NOT Super Host	0.85	0.99	0.92	1422
Is Super Host	0.53	0.04	0.07	253
avg / total	0.80	0.85	0.79	1675

Confusion matrix

```
[[1414   8]
 [ 244   9]]
```



# Logistic Regression (L1 penalty)

Baseline Accuracy: 0.148235757934

ROC\_AUC score: 0.805765076587

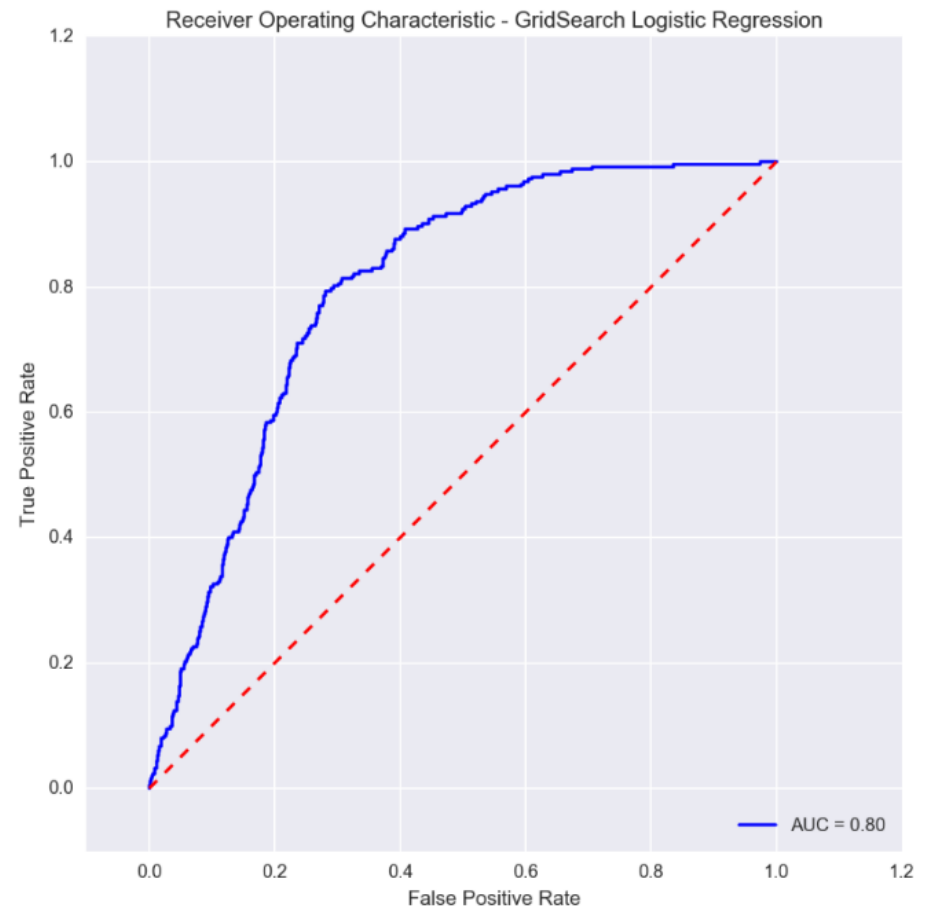
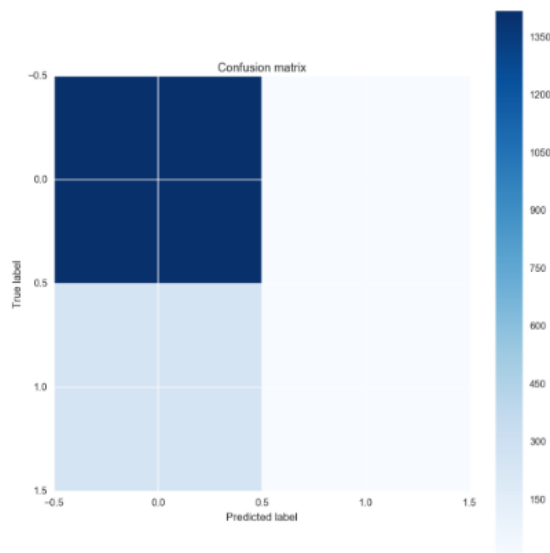
Average Precision: 0.35916263188

Logistic Score: 0.848955223881

	precision	recall	f1-score	support
Is NOT Super Host	0.85	1.00	0.92	1423
Is Super Host	0.43	0.01	0.02	252
avg / total	0.79	0.85	0.78	1675

Confusion matrix

```
[[1419  4]
 [ 249  3]]
```



# Decision Tree Classifier

Baseline Accuracy: 0.148235757934

ROC\_AUC score: 0.840975353362

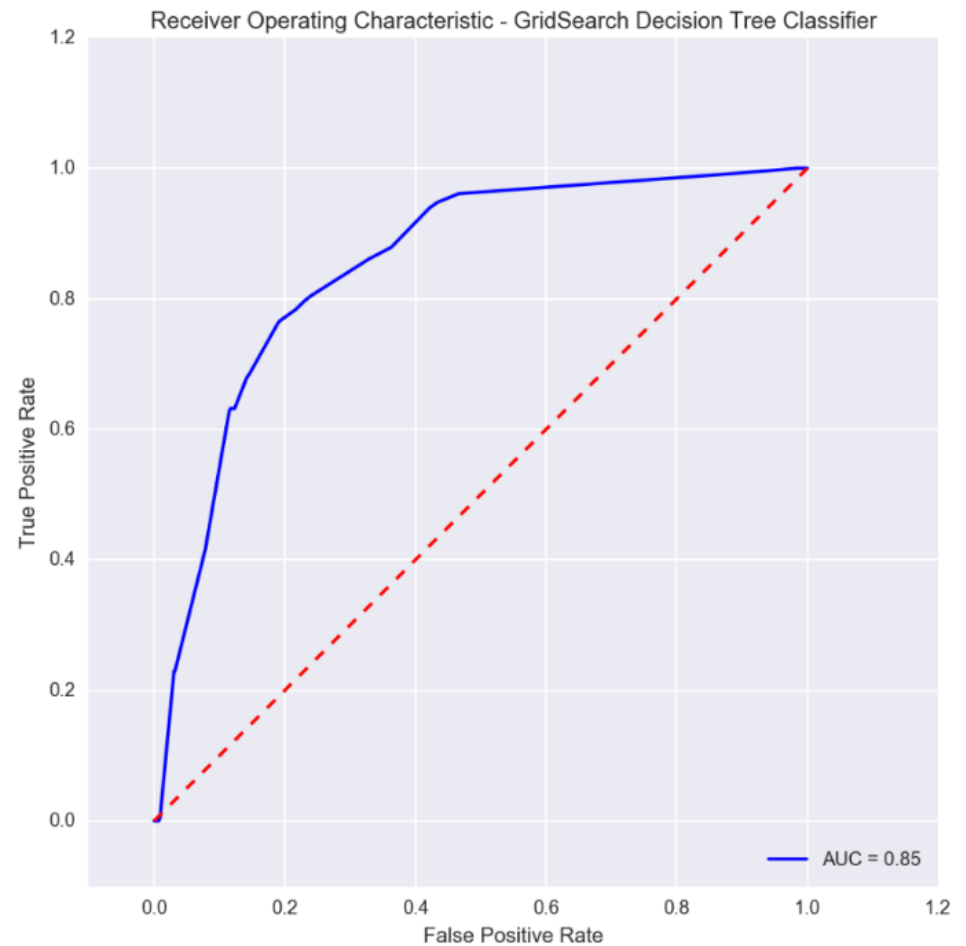
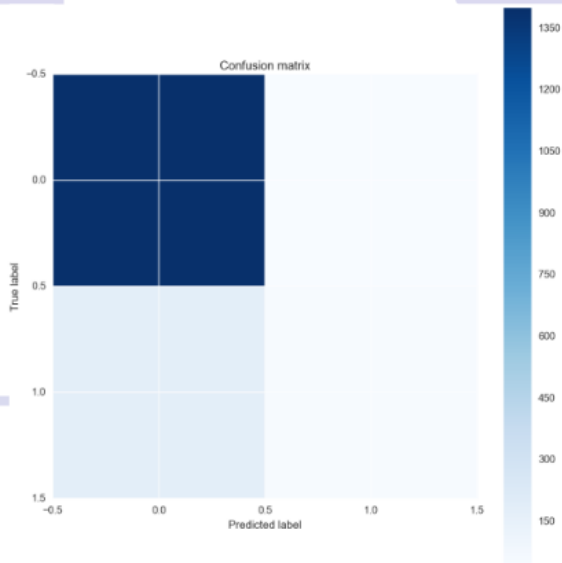
Average Precision: 0.445122101634

Decision Tree Score: 0.867462686567

	precision	recall	f1-score	support
Is NOT Super Host	0.89	0.97	0.93	1444
Is Super Host	0.55	0.23	0.32	231
avg / total	0.84	0.87	0.84	1675

Confusion matrix

```
[[1400  44]
 [ 178  53]]
```



## ***Wait, why are super hosts important?!***

### **How Airbnb makes money:**

- Host service fees
  - 3% charge of reservation completion
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- Super Hosts = minimum 10 bookings = \$\$\$

### **Example:**

**Listing = \$100.00**

**Host = \$97.00**

**Guest = \$106.00 - 112.00**

# Example :

Super Host Sam



Sam = \$1,639.30

Guests = \$1,791.40

Airbnb = \$101.40

Super Host Alert! = \$1,014.00 minimum

	host_name	neighbourhood	price	host_total_listings_count
2511	Sam	Mission District	1690.0	1.0

Bixby = \$9,700.00

Guests = 10,600.00

Airbnb = \$600.00

Host Bixby



Booked? = Unknown

	host_name	neighbourhood	price	host_total_listings_count
84	Bixby	Cole Valley	10000.0	1.0

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**GENERAL  
ASSEMBLY**

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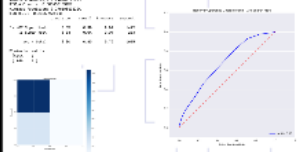
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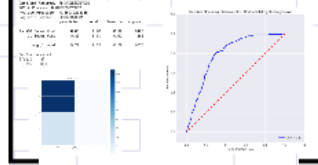
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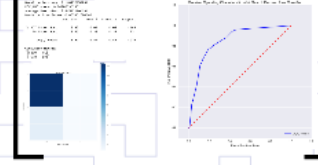
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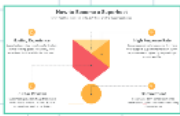


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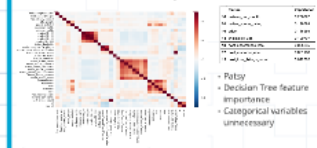


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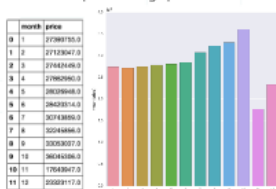
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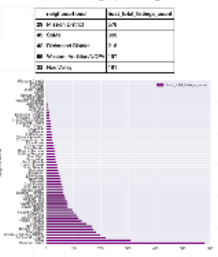
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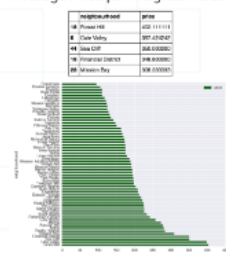
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